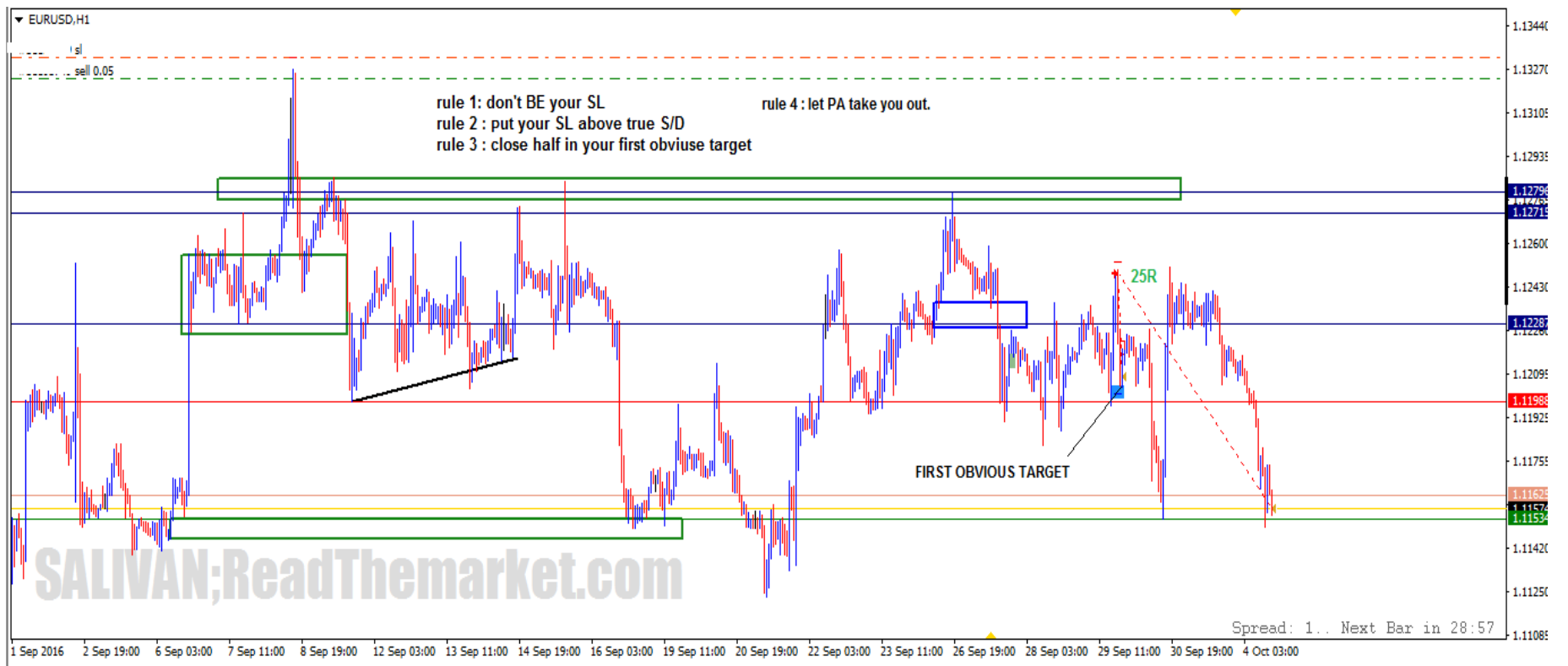


Salivan

Friday, December 16, 2016

11:36 PM

Some collection of Salivan journal - the art of war- from p20





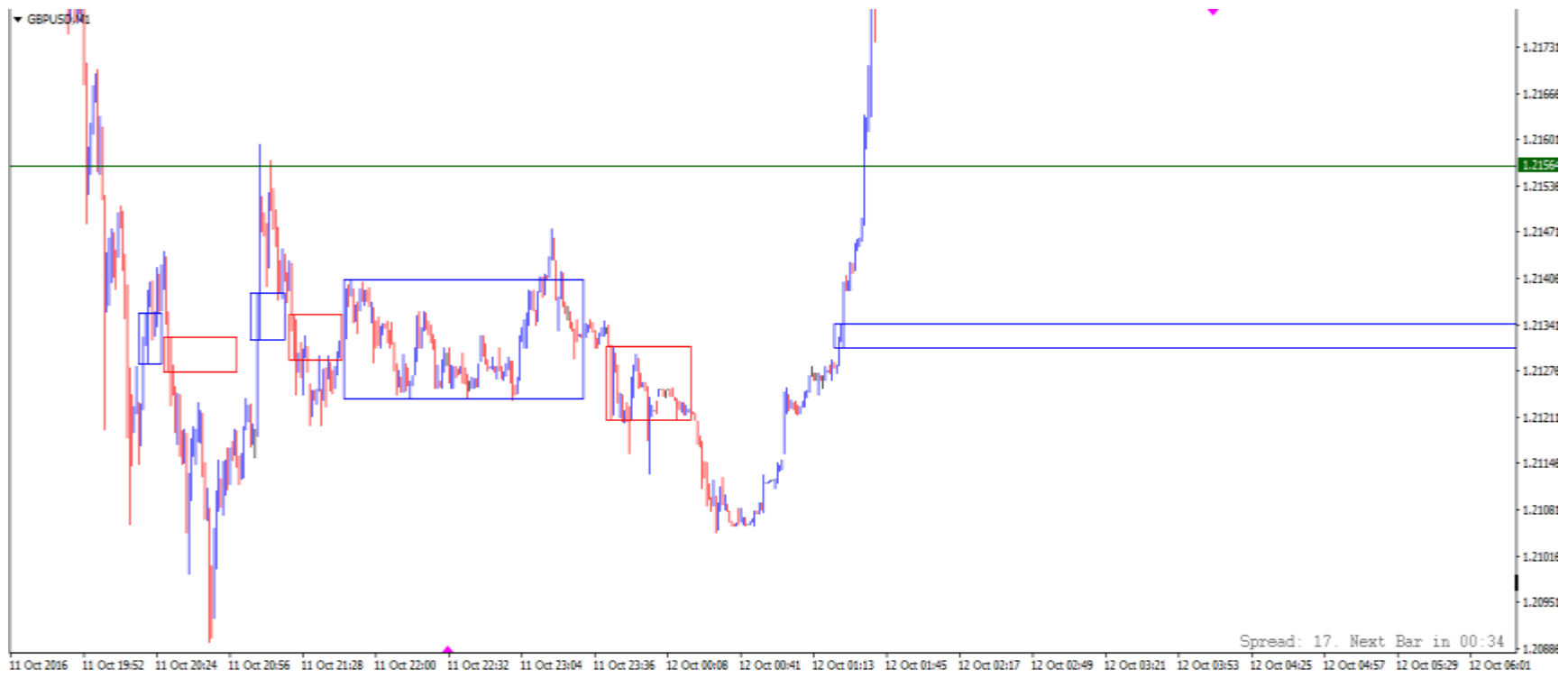


From <<http://readthemarket.com/index.php/en/forum/journals/2517-the-art-of-war?start=475>>

**Sullivan wrote:**

I got a PM according to why i took that trade in GU with that SL .

Here is the reason:



Hello Salivan,

I was trying to understand how you draw FL, but cannot find it out.

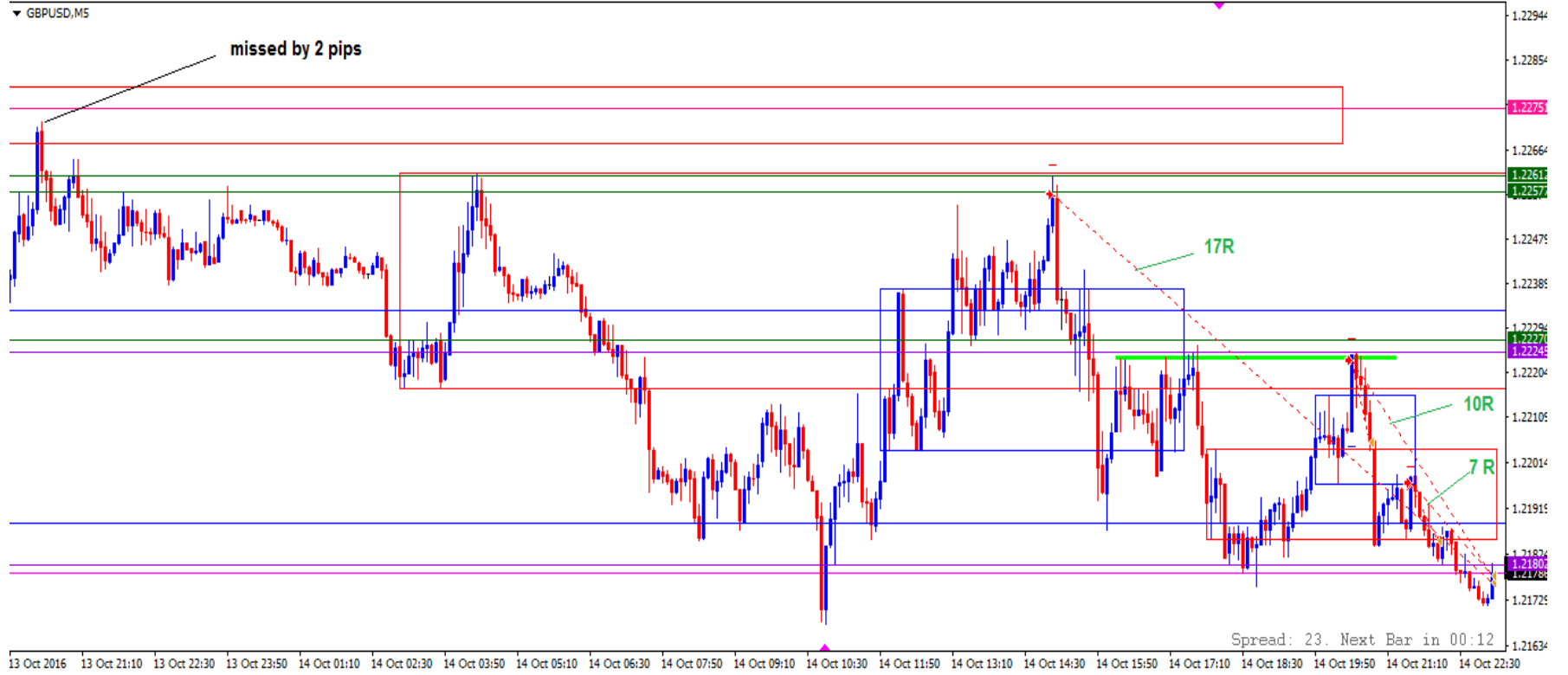
I attach a chart to show you how I would have drawn them, and was clearly wrong...could you please help me understand where's my mistake?

My understanding was that a FL once broken gives a FL on the other side, but clearly there's something I'm missing...

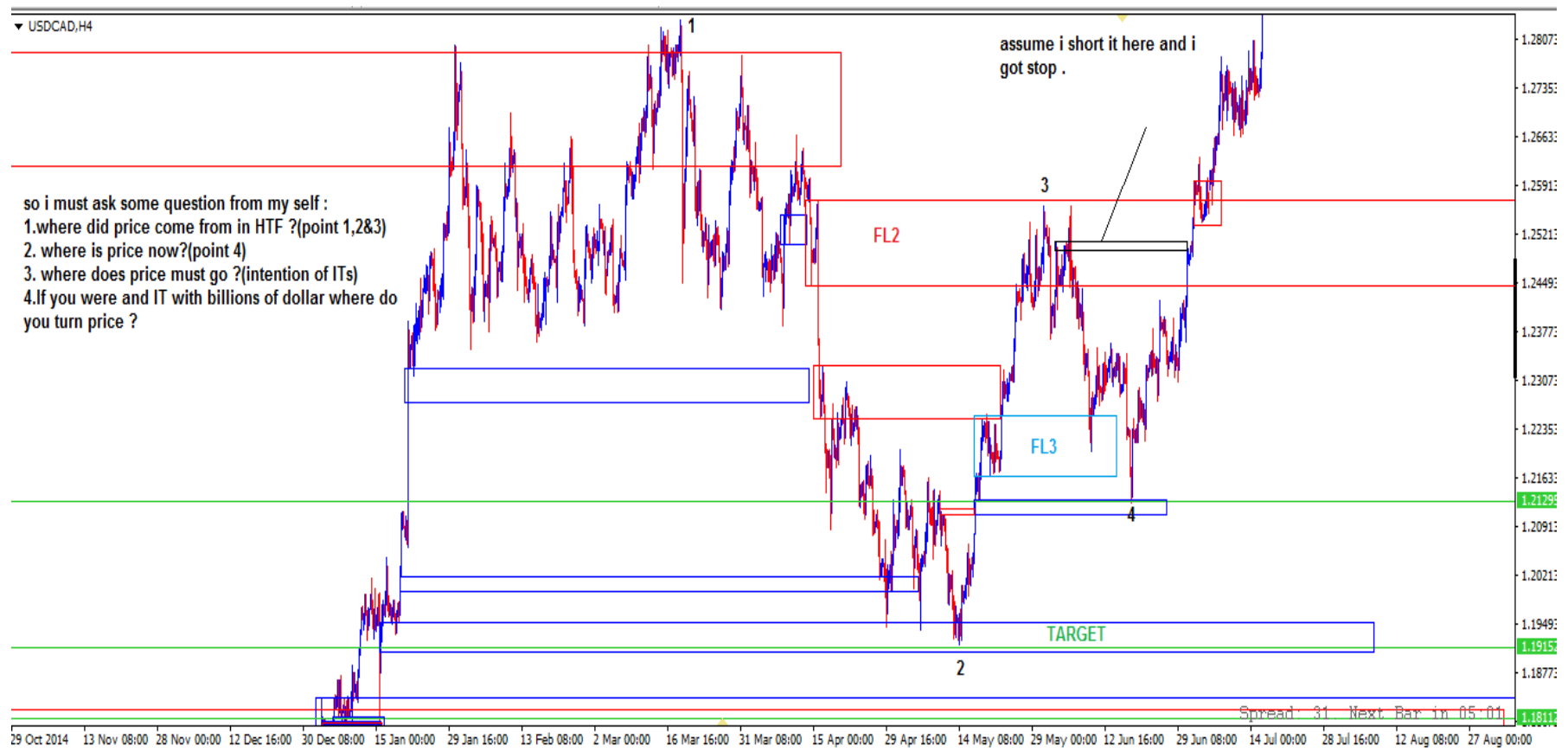
Many thanks!!

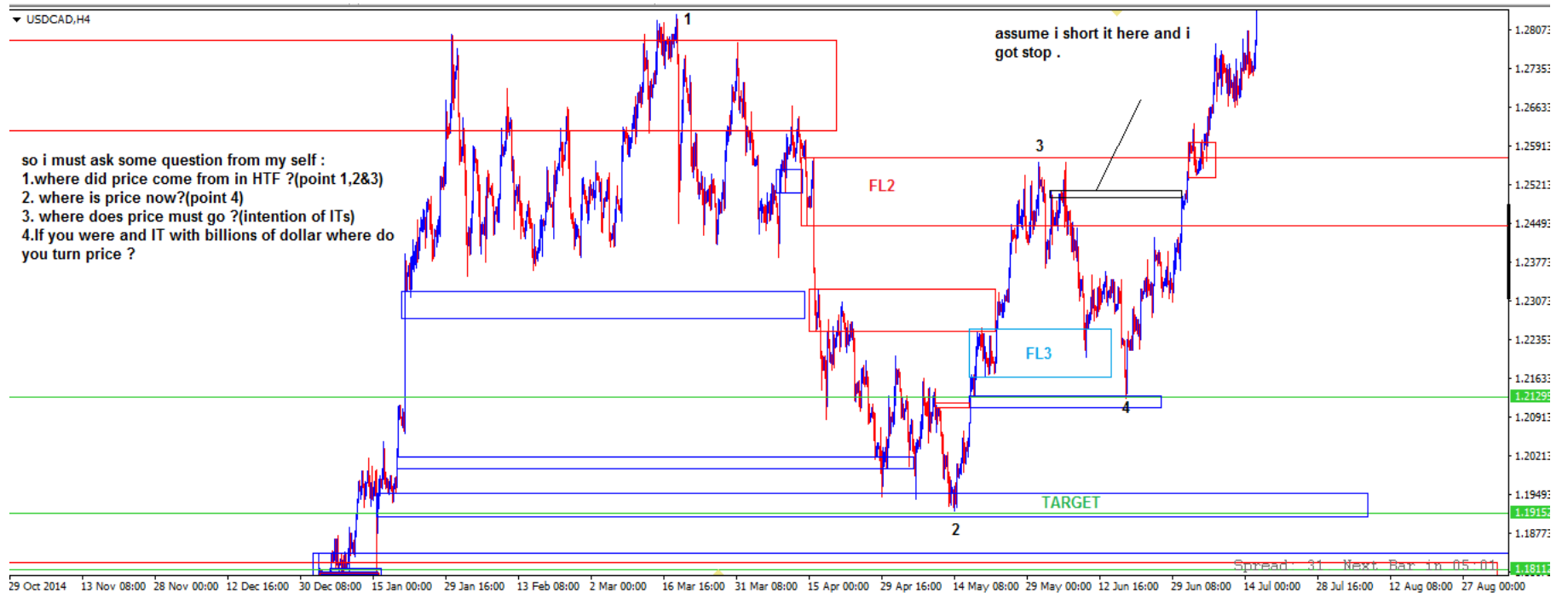


From <<http://readthemarket.com/index.php/en/forum/journals/2517-the-art-of-war?start=525>>



OK, I made a plan for my self that every weekend i want to investigate past to be ready for the future, this time is USD/CAD,  
 top/down analysis.  
 Hope you all enjoy it.





Answer to the first question:  
Where does point 1 reacted to?

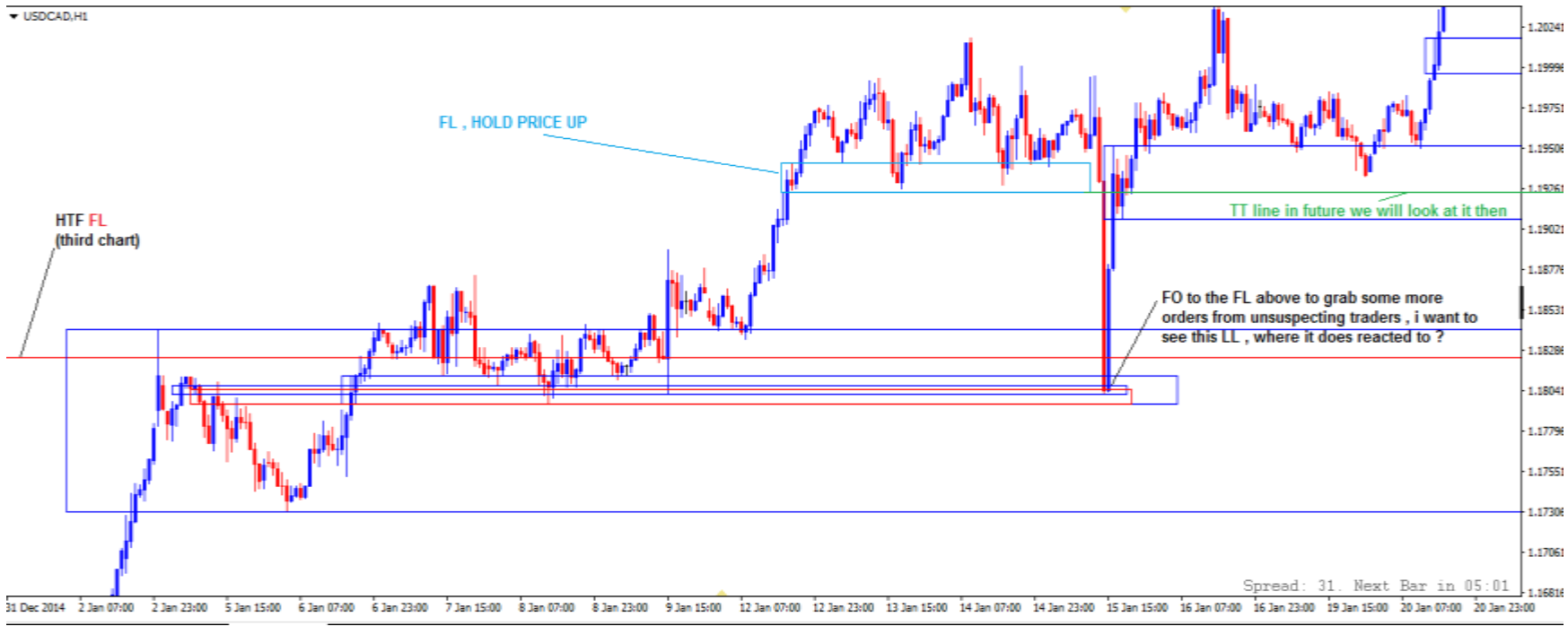


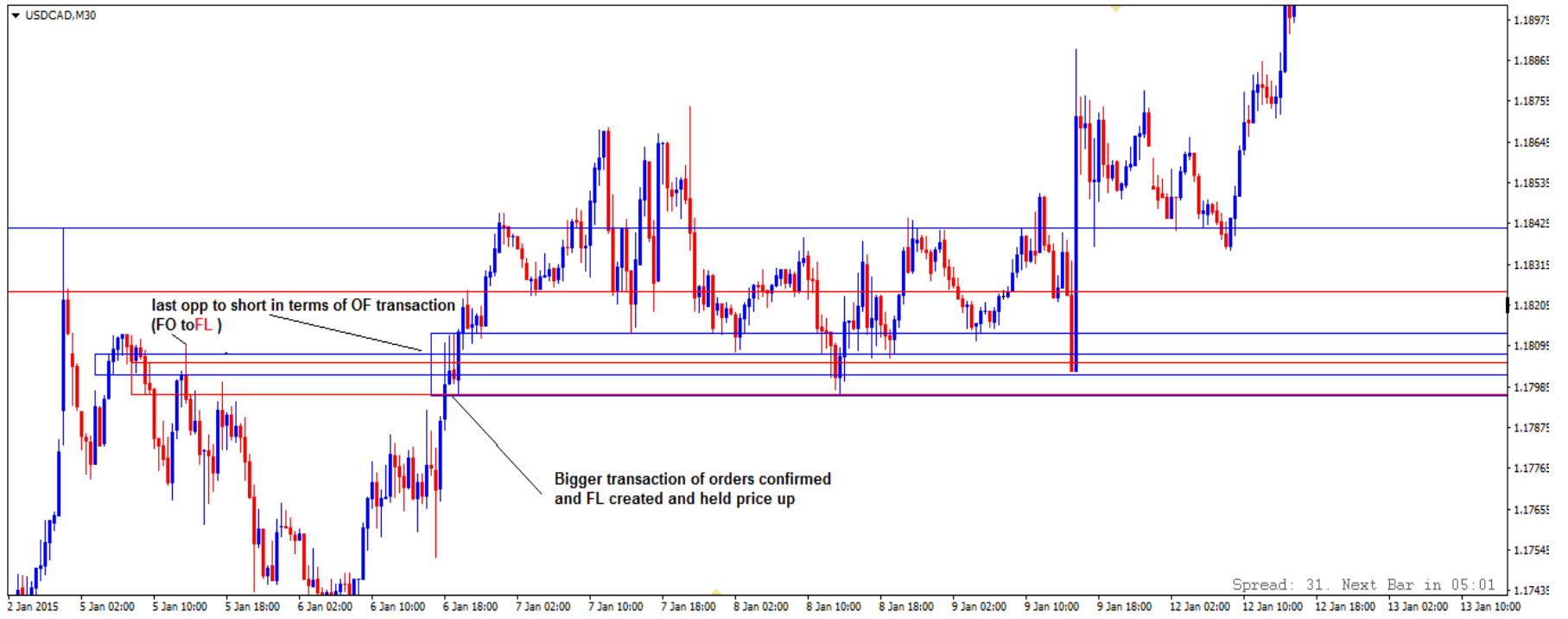
Now point 2:

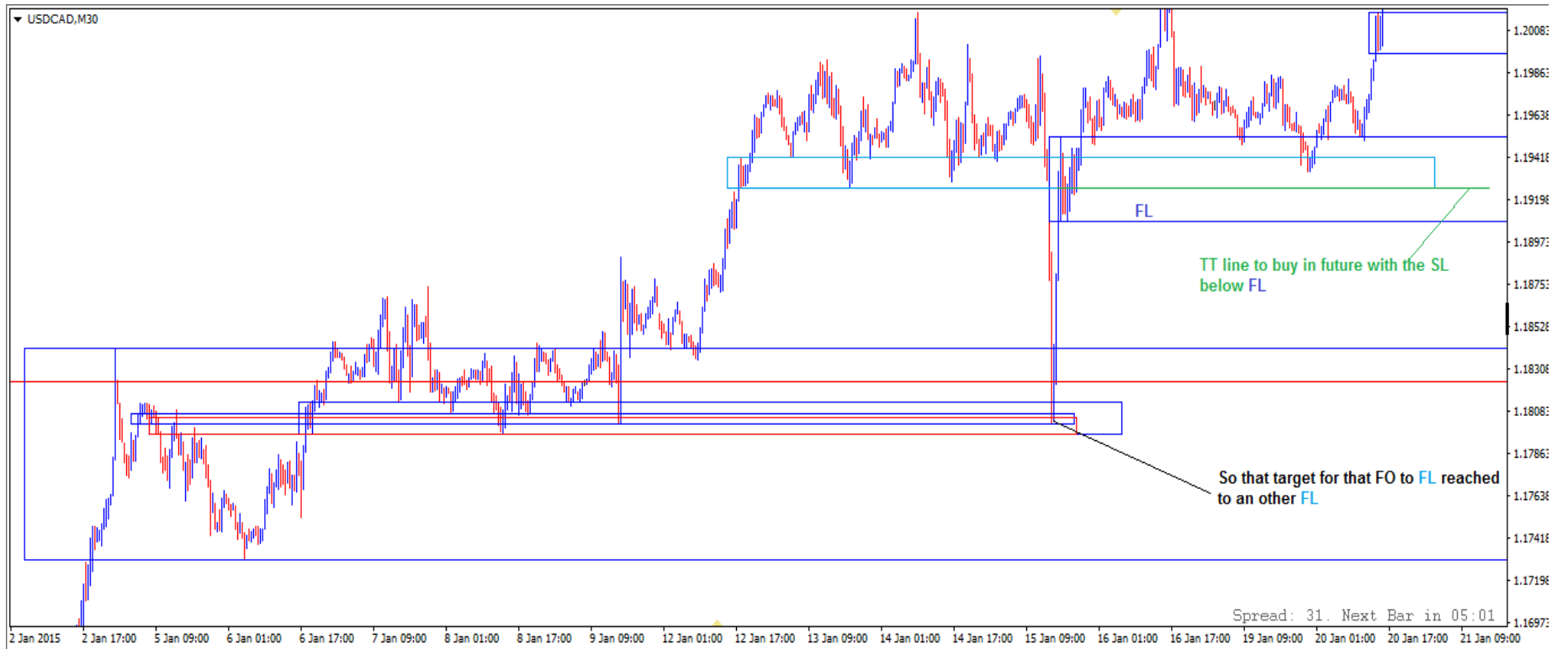


prior opposite FL  
 (you can see it in prior chart)  
 where the transaction of orders  
 executed and bigger orders  
 flowd in the market to hold  
 price up

to investigate point 2 i must ask more questions in the blue circular zone.  
 is there any FO zone remained in this area or not ?  
 specially FO to the logical transaction of orders just to shakeout retailers and also that  
 FO must reach to an other FL,  
 in fact is there any FO to FL just to grab some more orders in lower PRICE(again FL) ?









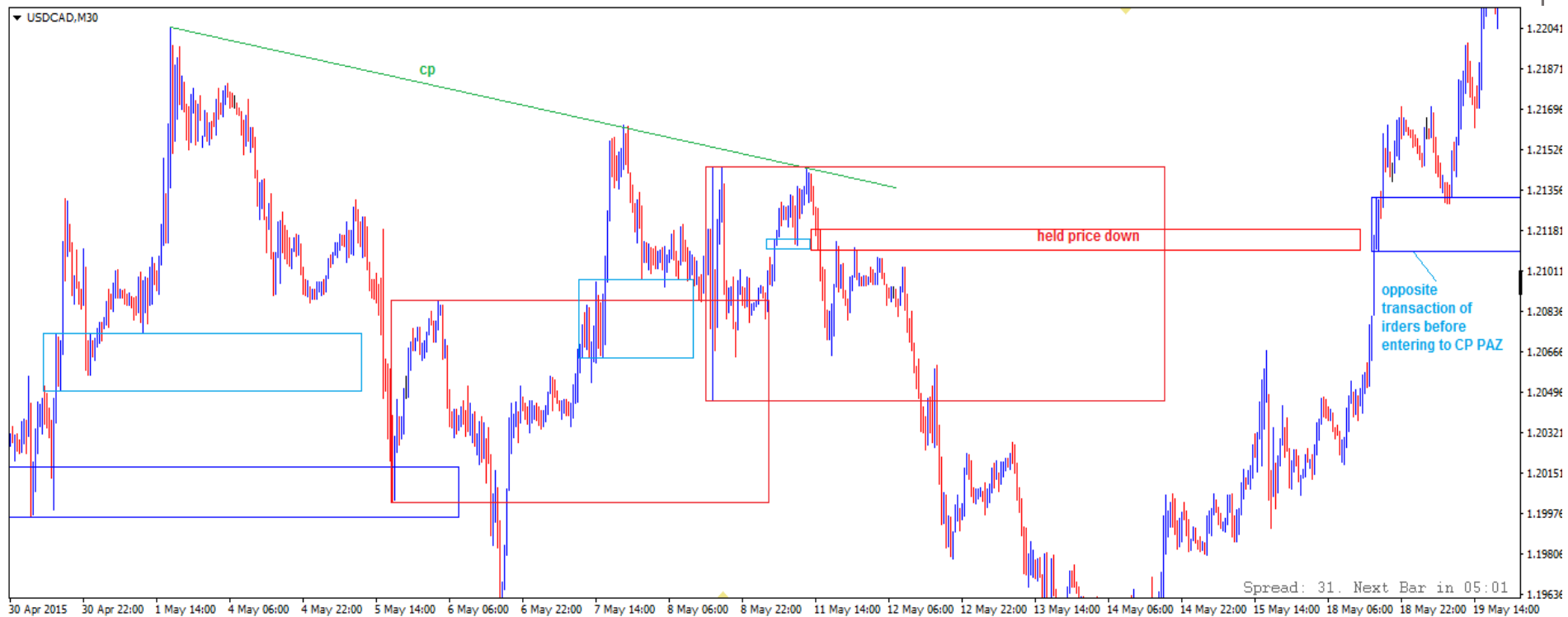
NOW POINT 3

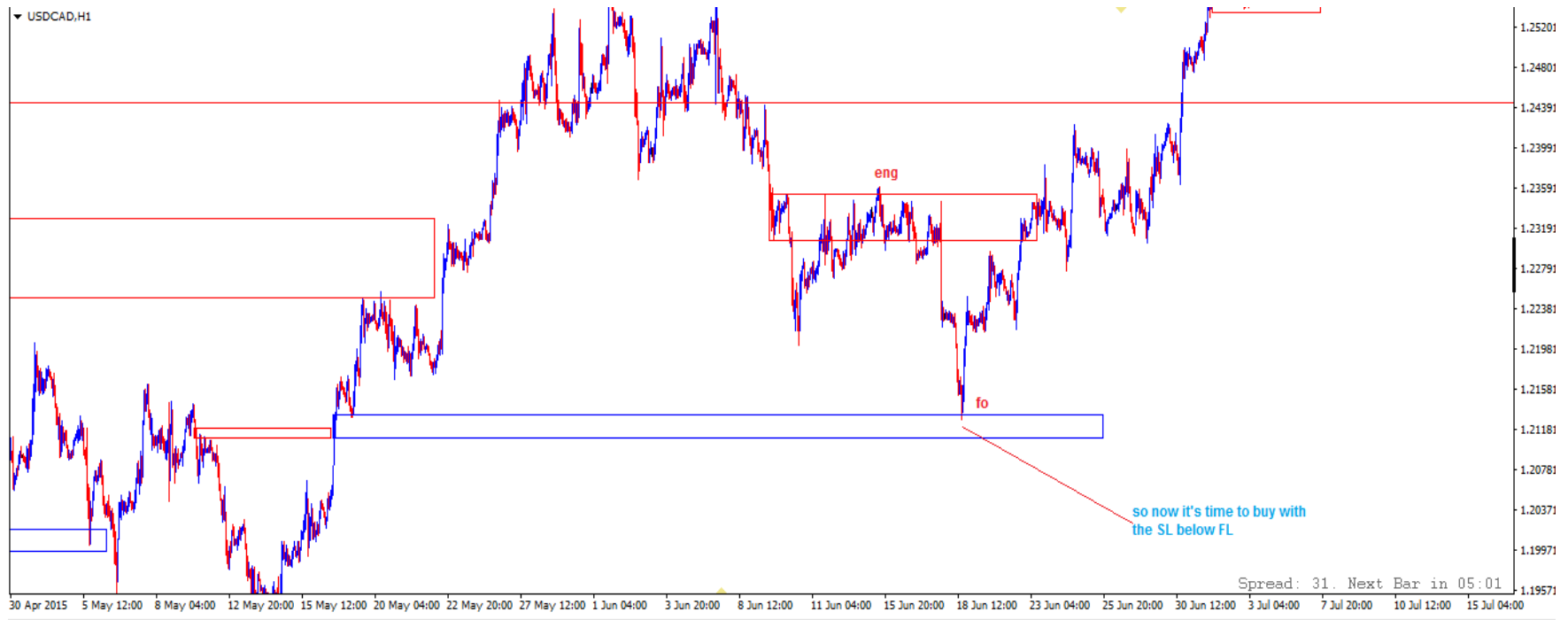


Second question:

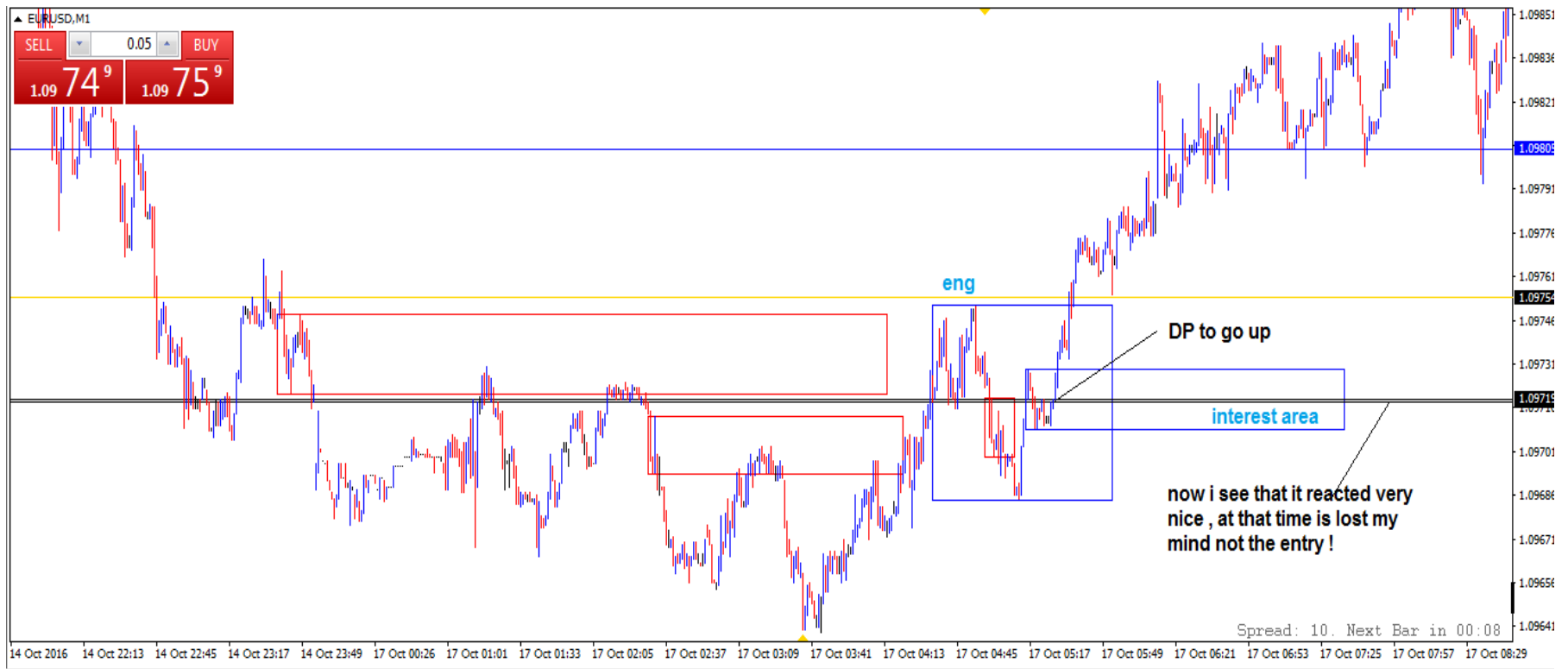
Where is price now? (Point 4)

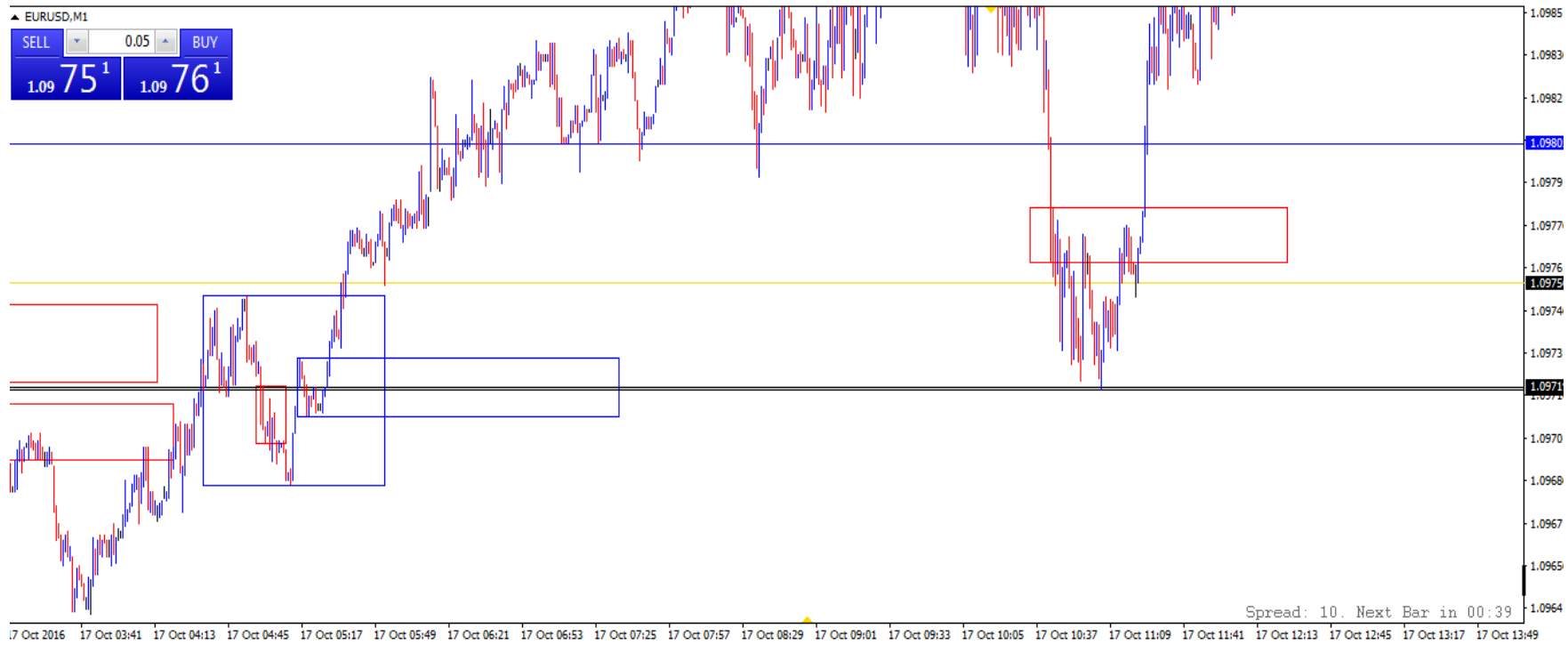




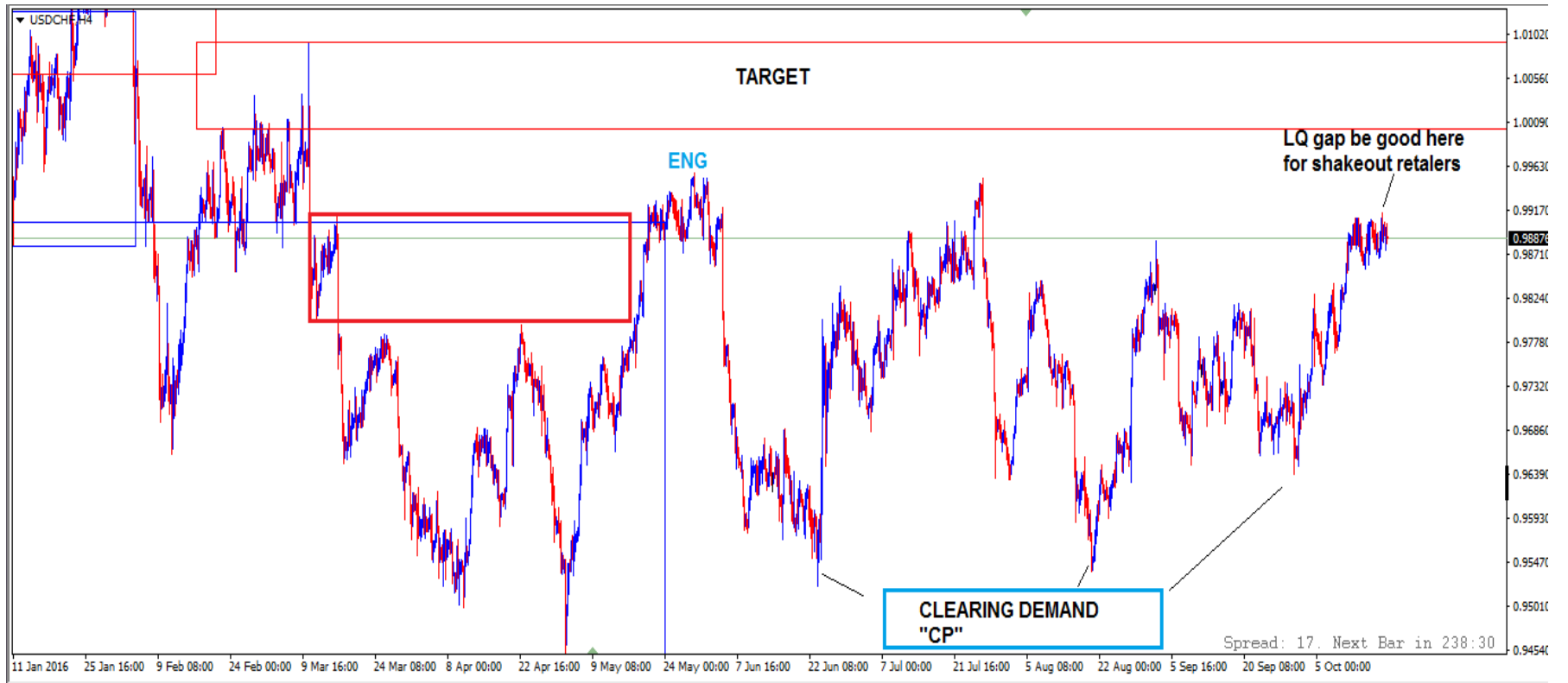


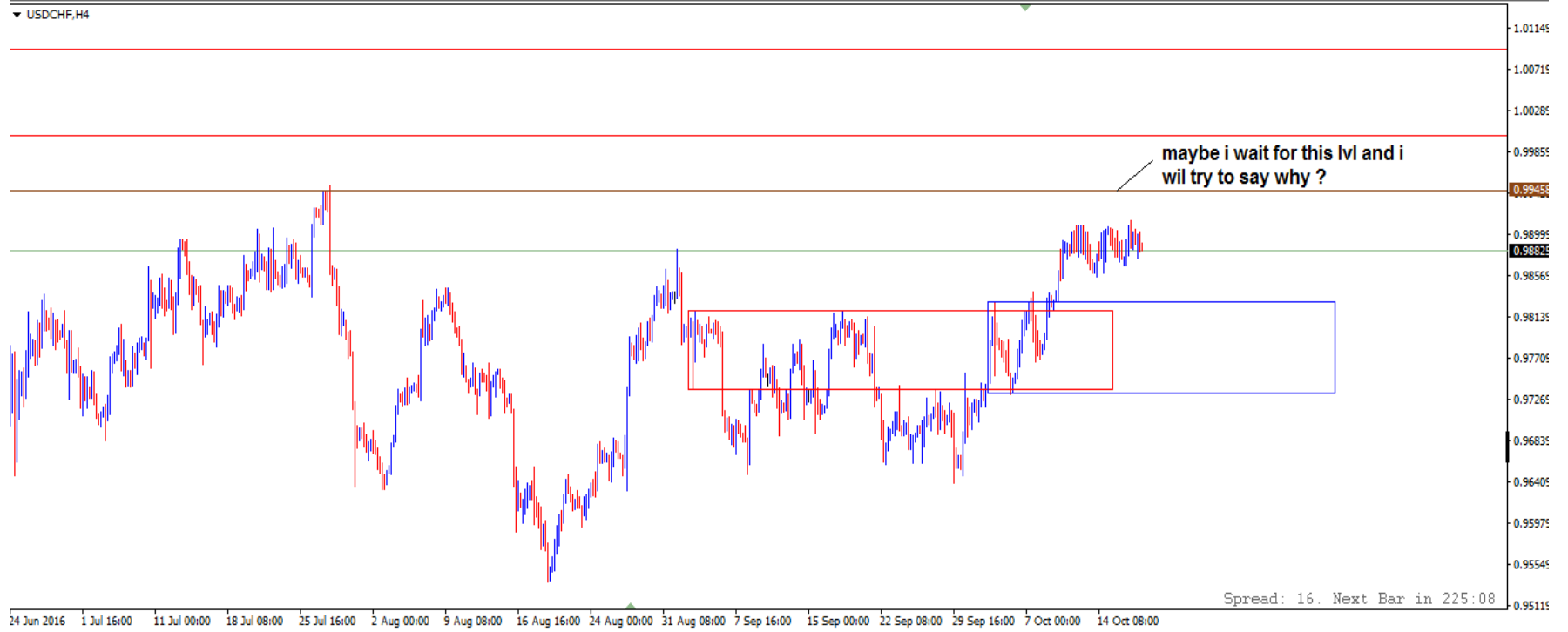
From <<http://readthemarket.com/index.php/en/forum/journals/2517-the-art-of-war?start=550>>













**"The origin is created after S/D is created, if the origin is a FL then it can be a true zone, but the S/D is a reaction to true S/D. so easy**

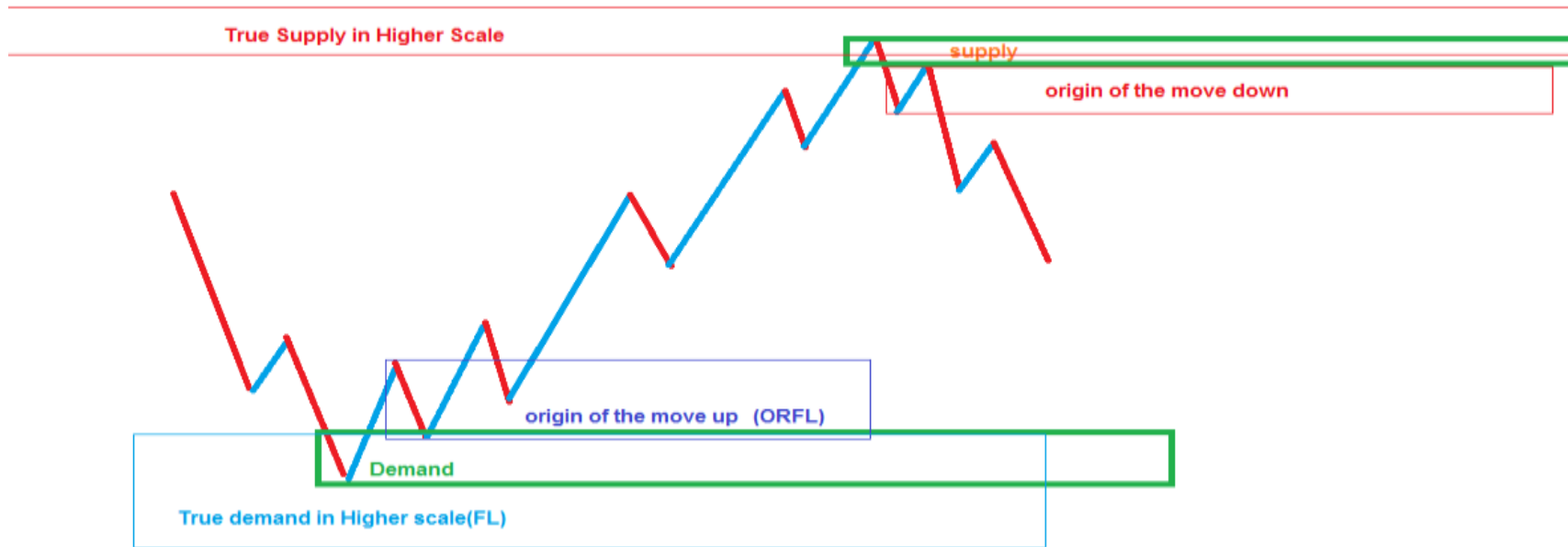
- Salivan

I feel like this is a really important quote...still, I don't completely understand what he means.

Salivan also says the only true engulf is an engulf of true supply/demand.... This is an ORFL.

From <<http://readthemarket.com/index.php/en/forum/journals/2282-h-s-trading-journal?start=1425#59287>>

Hi Hs, this what i talked about:



I know you know this piece of PA.

From <<http://readthemarket.com/index.php/en/forum/journals/2282-h-s-trading-journal?start=1425#59287>>



in this chart i want to talk about the FOF.as we all know FL is the only place that has free order flow to hold price. but it's dynamic, i mean that Order Flow all the time change in the maket , and the target tell us if there is free order flow or not . look at **FL2** , price in point 1 reached to the target **FL**, and taken out the very last pocket of true supply (**MPL**), so there is no Free Order Flow in future unless the target didn't reach in point 2.if the target in point 2 reach then the orders in **FL2** clear and one the **BIG Guys** buy all the short **S** there as a secret signal of **ENG**.but what is the target for the short in point 1? the answer is an other **FL**, but where is that **FL** ? at first what is the duty of **FLs** ? they must hold price , they should have **FOF** to hold price , so that **FL** is an important point that when price break it the value of price change .**MPLs** in true zone are very often act as magnatic attraction before reaching price there and after reaching there act as magnatic repulsion , but why ?how much money needed to shakeout retailers and trap them ? how much money need to make a fake break out ? a man told that nobuddy can move the market except the **ITs** bcz making a fake out is a massive work that if an independent trader want to move the market just for few pips it's need millions of dollar loss to make several times bigger profit.(i don't know it's correct but it's logical for me ). **QM LVLs** have the same Psychology(look at the diagram below ).the **FTR** after break a **QM LVL** maybe is not **FL** with those two confirmation that we talked about before for **FLs** but sure it has **FOF** . (the reason is the diagram below ) .  
 but about the chart . last poucket of supply is that **QM LVL** in true supply (**FL2**).  
 we always look for the origin if it has **FOF** or not .**MPL** is one of the sign , and where did price come from is an other sign that price wants the origin or not . look below.



"...unless the target didn't reach in point 2, if the target in point 2 reach then the orders in point 2 clear and one the Big Guys buy all the shorts there as a secret signal of ENG....."

Would you please give a ray of light?

From <<http://readthemarket.com/index.php/en/forum/journals/2517-the-art-of-war?start=775>>

Hiya althoufx

I mean that the ENG in terms of OF is this:

Engulf north:

One of the Big Boys buy all the sell orders in the FL in the upper price and this is secret signal for others to join the future rally.

Engulf south:

One of the Big Boys sell to all the buy orders in the FL and sell in the cheaper price so that this is a secret signal for other to join the drop in future.

Hope it makes sense

From <<http://readthemarket.com/index.php/en/forum/journals/2517-the-art-of-war?start=775>>

T ok what happens in EGs: clearing from sell orders in EG north, clearing from buy orders in EG south.

Just few questions to try to understand your sentences, since i want clearly get your point of view. From the chart as it is

a) In FL2 price point 1 taken the very last pocket of sell orders or not? There will be FOF in future or not? (I didn't understand "...unless the target didn't reach in point 2...

b) Point 2 which role has in this stuff? Point 2 is a target?

c) Price turns back again to FL2 (QM) because there are still uncleared sell orders to be taken?

From <<http://readthemarket.com/index.php/en/forum/journals/2517-the-art-of-war?start=775>>

About your question, i told before about FOF, if the target for an ENG south don't reach yet then we have FOF in upper price to short. the target for ENG in point 2 was the origin and in Origins the IT's take an other decision to respect it or break the origin, if the Origin ENG then we have FOF again in the FL2, or if the target don't reach (before price reach the origin) so again we have FOF to short to the target origin again.

Hope it makes sense.

From <<http://readthemarket.com/index.php/en/forum/journals/2517-the-art-of-war?start=775>>

.coming back to the market, the things can be settled in the points below, i think

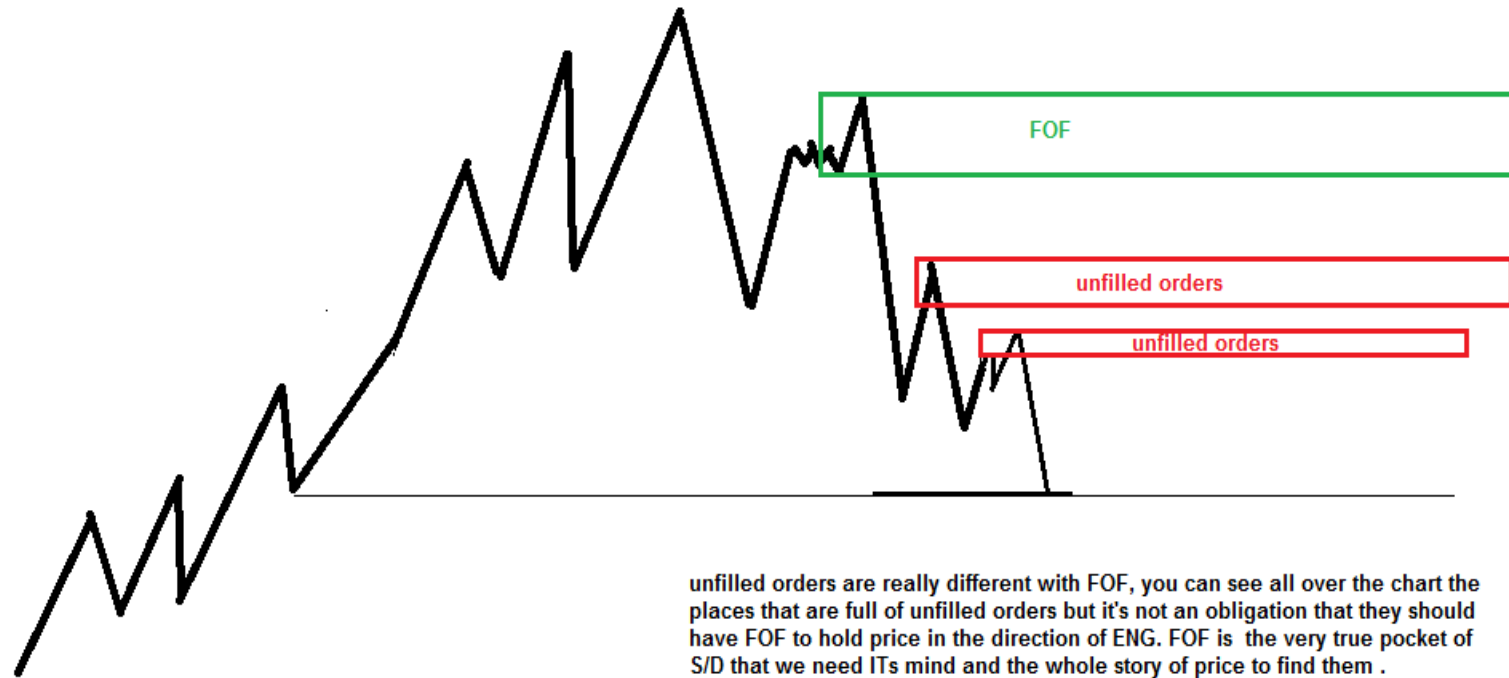
- a) The target for shorts is Origin with FL and FOF. It was not reached in point 2, then we have FOF in FL2, then the price comes again to FL2 (QM) to Drop deeper
- b) Once the TG will be reached, if ITs will make EG, in FL2 there will be again FOF. ....If TG will be respected, we will not have FOF in FL2

Now one question, last one i hope

What exactly the point 2 has engulfed in the chart? (If it has engulfed...)

From <<http://readthemarket.com/index.php/en/forum/journals/2517-the-art-of-war?start=775>>

Hiya Ali, hope the diagram can helps you brother



unfilled orders are really different with FOF, you can see all over the chart the places that are full of unfilled orders but it's not an obligation that they should have FOF to hold price in the direction of ENG. FOF is the very true pocket of S/D that we need ITs mind and the whole story of price to find them .

From <<http://readthemarket.com/index.php/en/forum/journals/2517-the-art-of-war?start=775>>



In point 2 a FL engulfed that created after engulf of FL1.

Hope it makes sense

From <<http://readthemarket.com/index.php/en/forum/journals/2517-the-art-of-war?start=775>>

Hello Salivan,

I looked at your chart during more than an hour and stil can't figure it out

The first thing i don't understand is why you focus on that FL2?

There are other MPL higher (right? I'm not really sure actually) and I really don't understand why they aren't usable and how you know it will bounce on FL2 rather than on other flags?

The second thing I don't get is the concept of origin. When i see that chart, I think (incorrectly) that the target has been hit i point 2 because there is a MPL there.

I add a chart to picture what i mean, but it starts to be very messy!



From <<http://readthemarket.com/index.php/en/forum/journals/2517-the-art-of-war?start=775>>

Hi HCDE

You are very welcome here

About why i draw that FL2 and why it's important for me really i have no answer bcz i wrote all the things that we need about FLs in my journal and others.

About the target again i wrote it in some where in my journal that how i define targets generally.

Just IF says: "price goes from FL to FL"

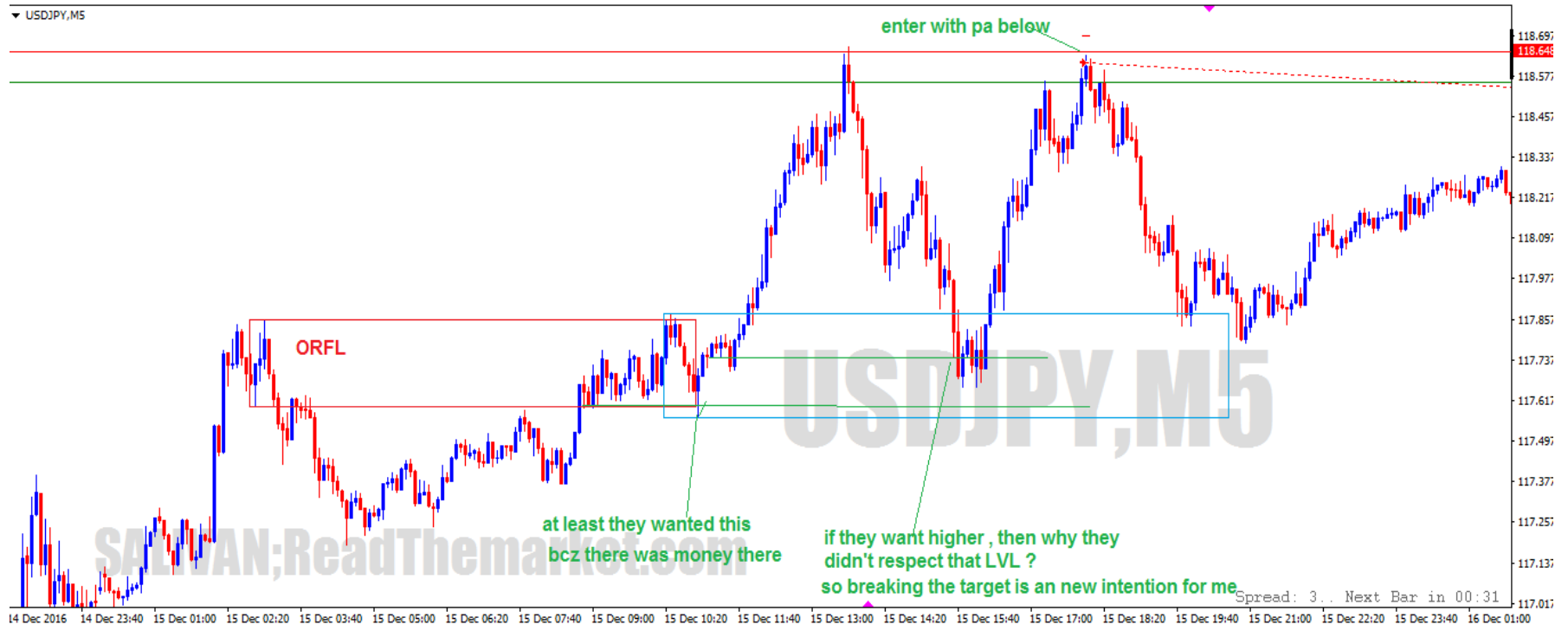
Hope it helps you

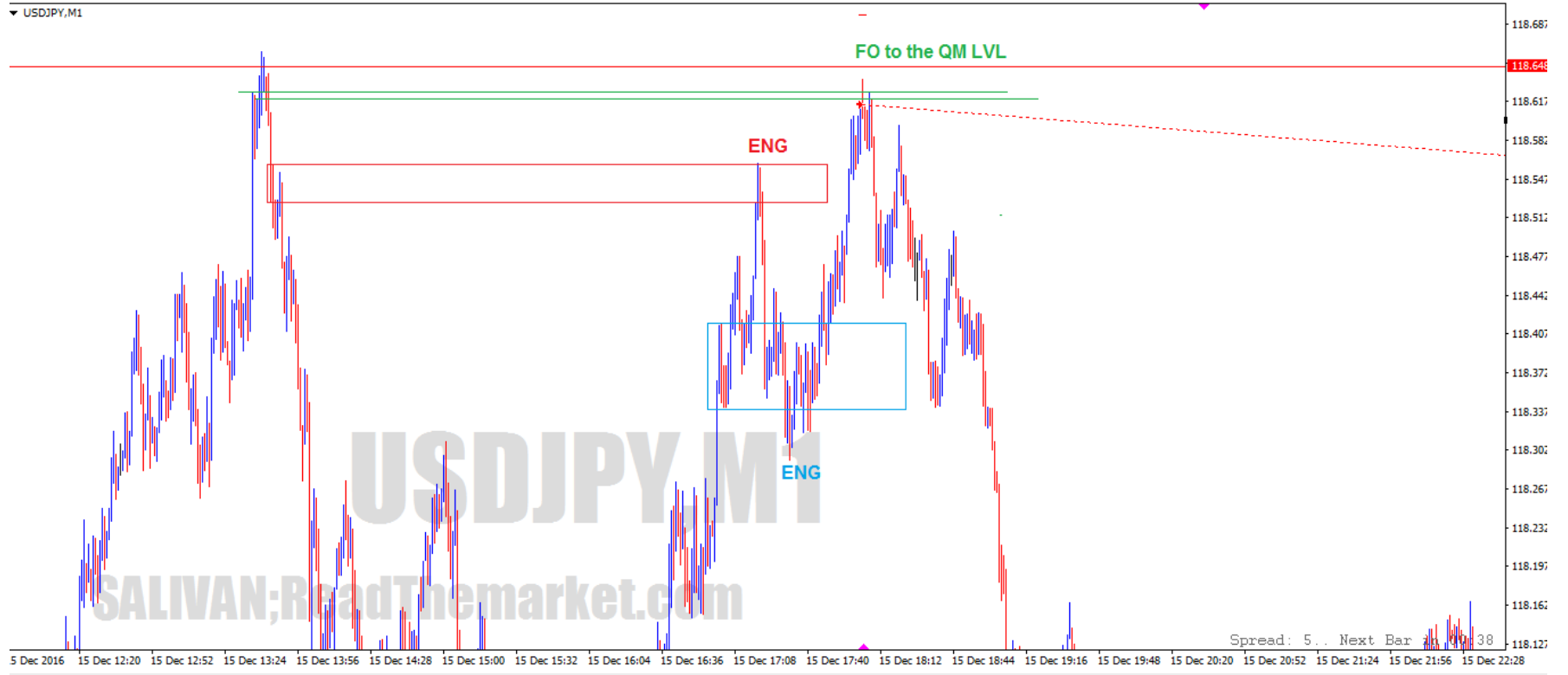
From <<http://readthemarket.com/index.php/en/forum/journals/2517-the-art-of-war?start=775>>

Hello, Salivan and HCDE

Isn't it because the FL2 Salivan marked is the important area that broke that demand on the left, I remembered from master IF's webinar that we should not focus on the left shoulder but we focus in the area that broke significant demand or significant low so it makes FL2 more important than the left shoulder area or RBD above. I am not sure also but just only my point of view need someone to clarify this too.

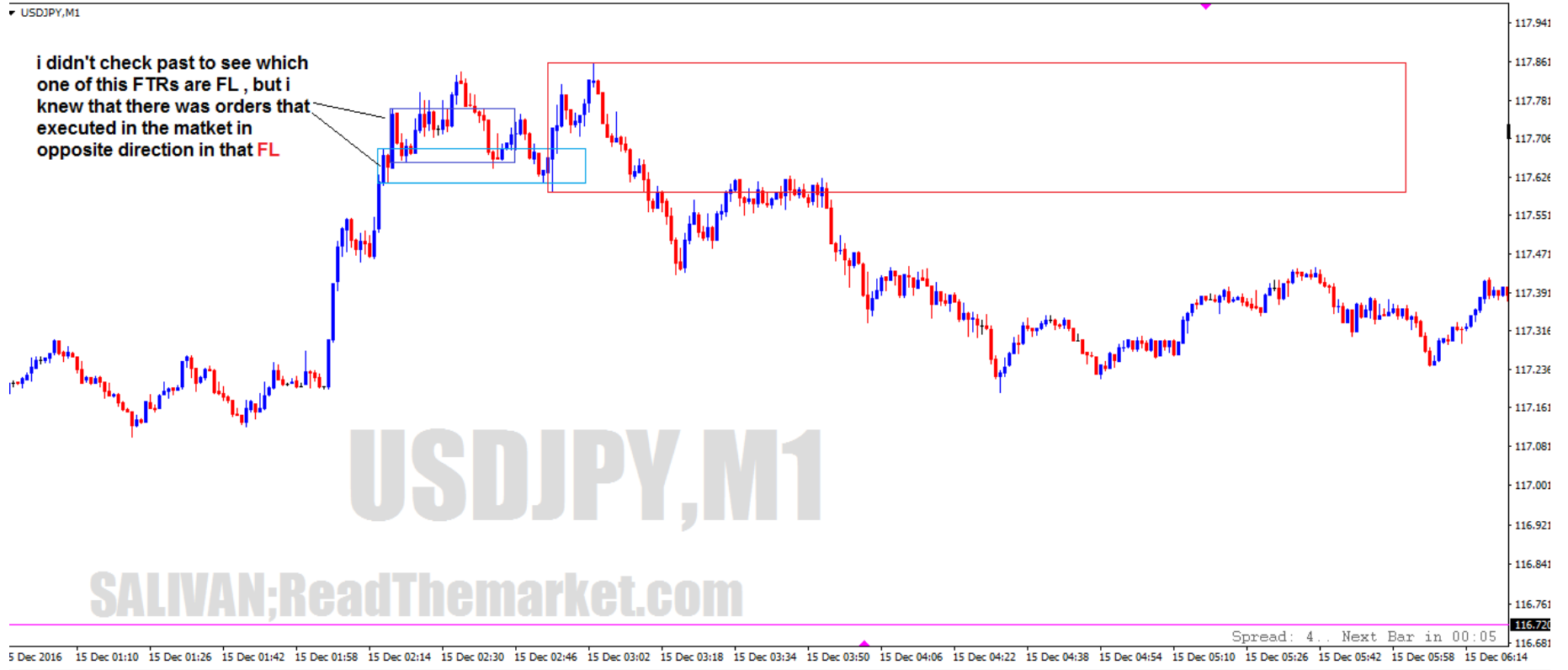
From <<http://readthemarket.com/index.php/en/forum/journals/2517-the-art-of-war?start=775>>





USDJPY,M1

i didn't check past to see which one of this FTRs are FL , but i knew that there was orders that executed in the market in opposite direction in that FL



USDJPY,M1

SALIVAN;ReadThemarket.com

So after doing more homework, here is where I am at:

1. Flag limits look exactly like FTR's to me...
2. There are crucial decision points within all of these flag limits, and they are formed as a RBD or DBR. These RBD/DBR also have base/pole/flag price forms. You have to go to the LTF to see it.
3. MPL's probably have a lot to do with wanting to achieve the best price within the flag.
4. Analogy: It seems to me that the flag is a battlefield and the flag limits represent the opposing army, defending their positions. In the case of the market, these armies are the bulls and the bears. Price must defeat the bull army or the bear army before breaking out of a flag and advancing on. The decision points are the "last stand".

Maybe that is why Salivan's journal is called the art of war....

From <<http://readthemarket.com/index.php/en/forum/journals/2282-h-s-trading-journal?start=675#55429>>

Would I be right in saying the following?

Every Flag that forms must have two flag limits. Those flag limits are formed when an engulf happens and an FTR is formed. The FTR's that are formed are decision points and areas of true supply/demand (where price often fakes out to gather orders for liquidity). The flag contains all the PA that exists within the flag limits. The Flag is the PAZ - the portion below and above the flag/PAZ are the flag limits which "box in" the area where price bounces around until it has the ability to engulf one of the two flag limits. These flag limits represent the furthest (most extreme) set of orders remaining. This is true supply/demand (within the context of the Flag it's currently in), and this is where the MPL's are located.

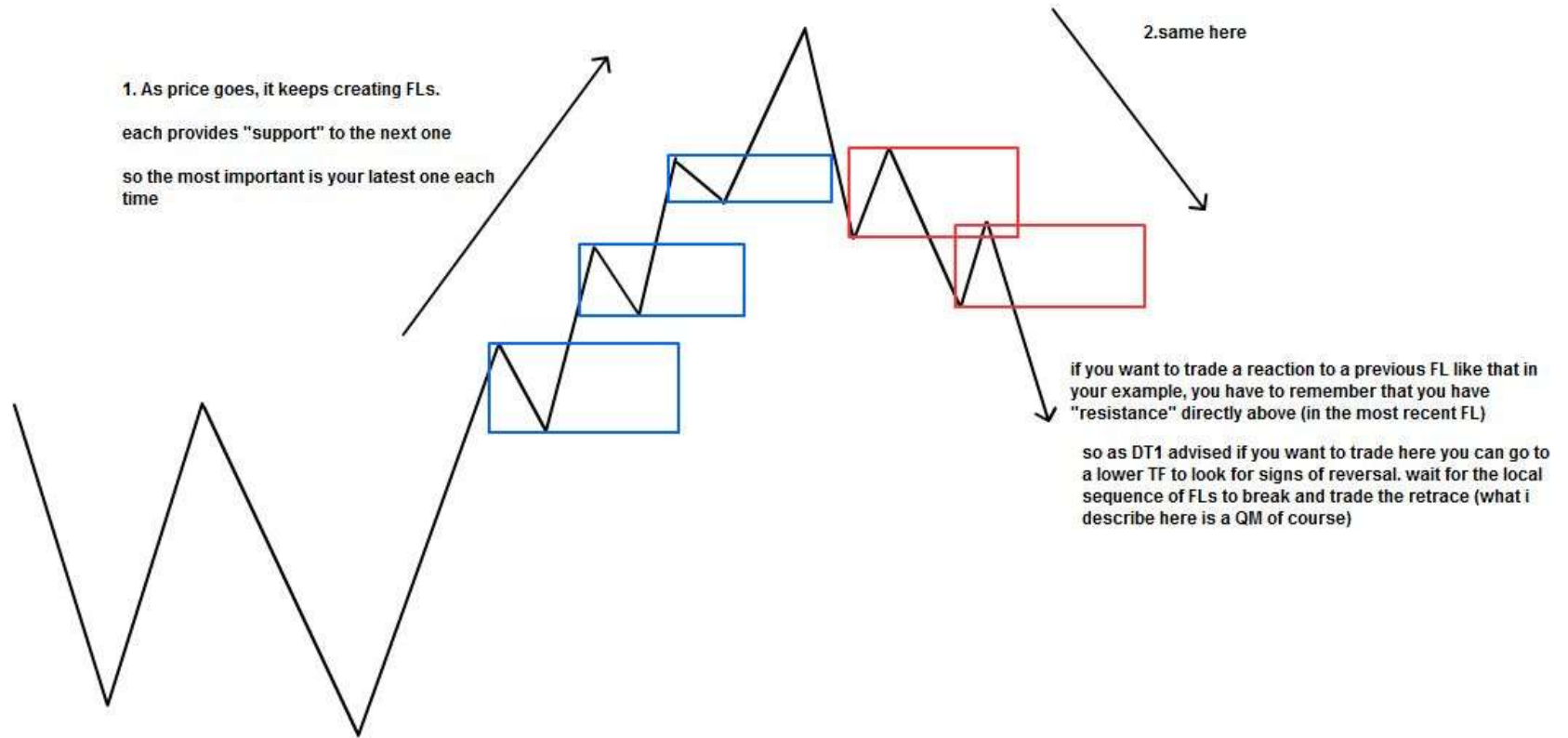
From <<http://readthemarket.com/index.php/en/forum/journals/2282-h-s-trading-journal?start=675#55429>>

DT1 i dont mind you or anyone answering questions, i love it

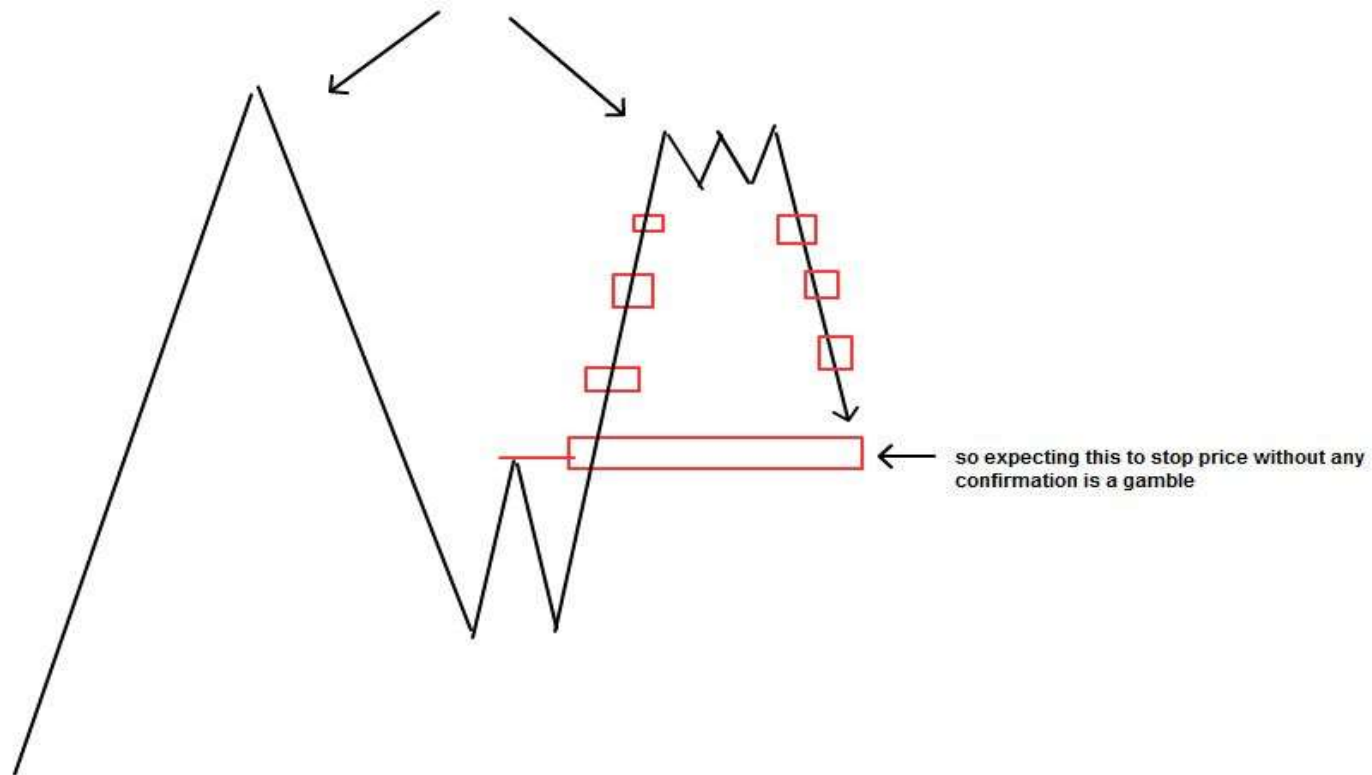
It's really great to see the newer generation here to help each other in their homework and having such good discussions as it lately happens in many threads.

That's the only way to keep the forum going forward.

Now for your question Sharky, i hope the schematics below help



also something else. in the daily TF in your example you dont have a new high (engulf of the previous swing high)

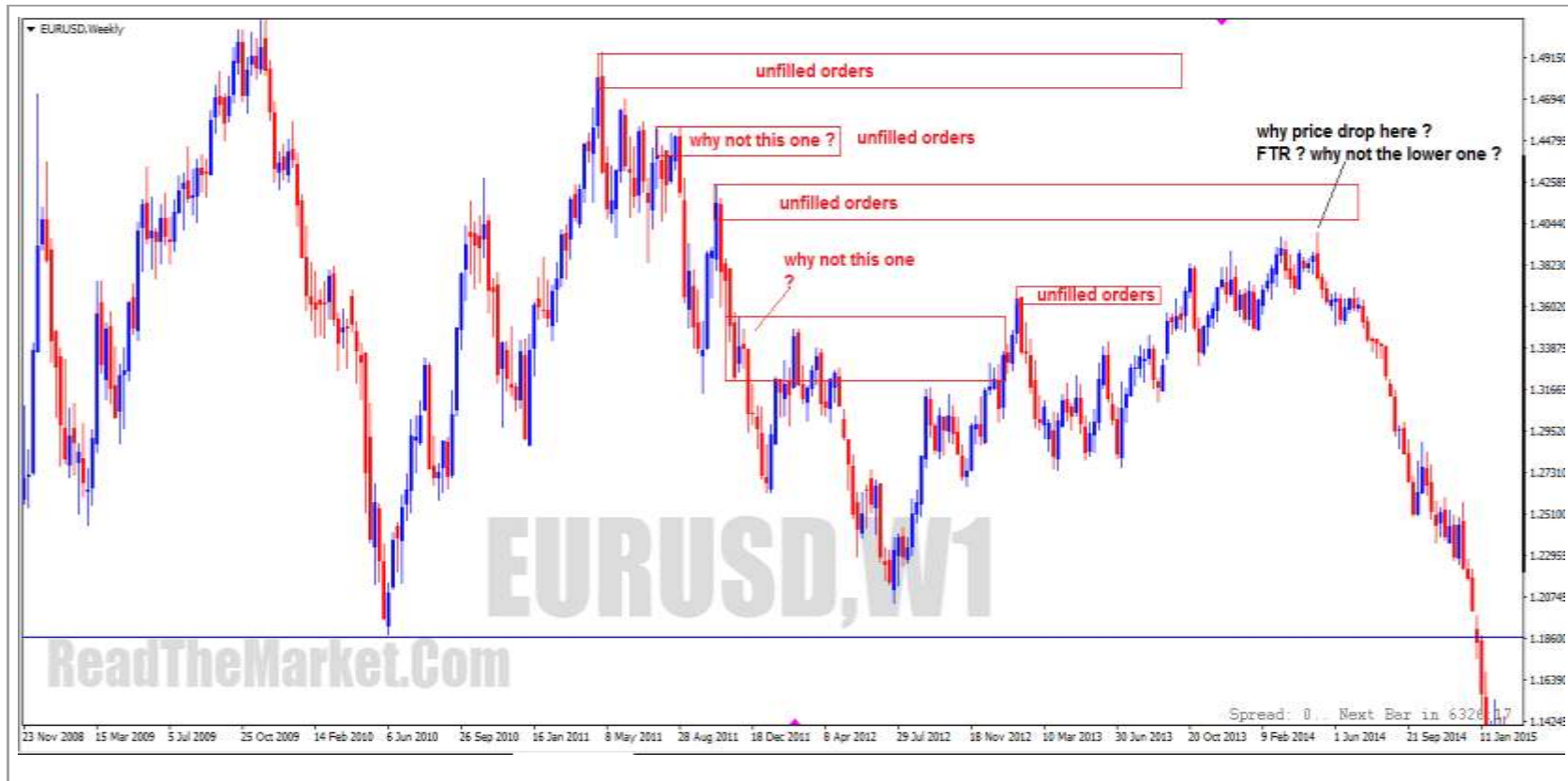


so expecting this to stop price without any confirmation is a gamble

From <<http://readthemarket.com/index.php/en/forum/homework-flag-limits/1628-flag-limits?start=325#27147>>

OK, if the market is FTR and QM how many FTR can you find in this chart below? Which one do you trade? In every one? I can see tons of FTRs in this chart, and also i can see tons of unfilled orders here. FOF is nothing, it's a name. it's not important ok, but i think when you say FOF is nothing you mean that price reading article is nothing and market don't has any story too , bcz the structure of FOF is price reading article, i posted it to you before .

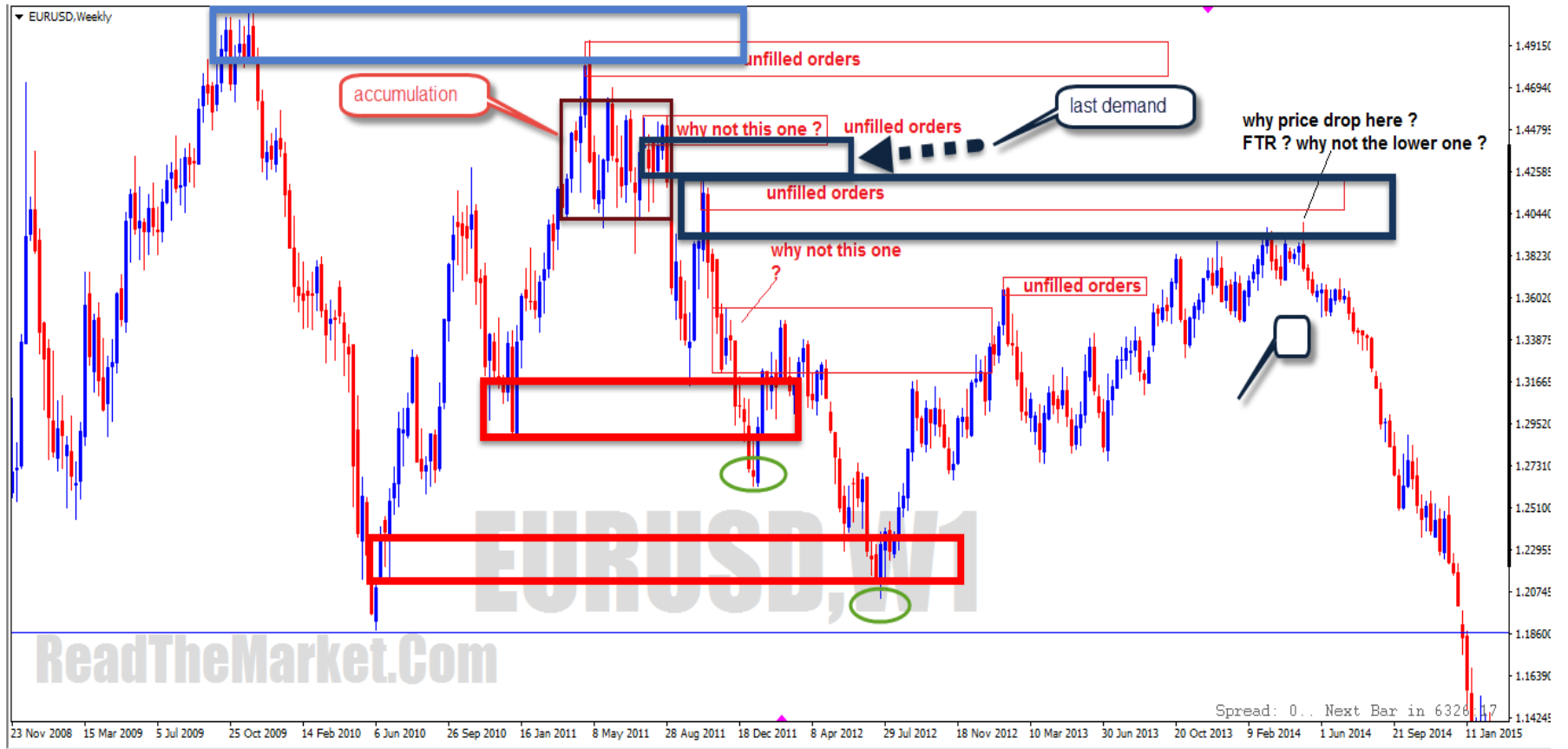
ITs take a trade in monthly TF and they accumulation the orders in 1 min TF to hit their target in monthly , the only way we can read the orders is price reading article not FTRs and QMs .



From <<http://readthemarket.com/index.php/en/forum/journals/2517-the-art-of-war?start=925#60459>>

I dont see unfilled FTRs

HERE - was clear WAY, FTRs were fullfiled.



From <<http://readthemarket.com/index.php/en/forum/journals/2517-the-art-of-war?start=925#60459>>

You say they are ENG, but what is the reason that we shouldn't buy in that LVLs? , ok ENG, it should be a reason behind ENGs, i call its reason Free Order Flow in the market.



From <<http://readthemarket.com/index.php/en/forum/journals/2517-the-art-of-war?start=925#60459>>

